

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 3344 - SB 3339**

February 19, 2010

**SUMMARY OF BILL:** Authorizes the sale of alcoholic beverages for on-premises consumption on any commercial boat for charter licensed by the United States Coast Guard to seat more than 50 passengers with facilities to serve regular meals.

**ESTIMATED FISCAL IMPACT:**

**Increase State Revenue – Not Significant  
Increase State Expenditures – Not Significant**

**Increase Local Revenue – Not Significant/Permissive  
Increase Local Expenditures – Not Significant/Permissive**

**Assumptions:**

- One vessel will be authorized to sell alcoholic beverages for on-premises consumption.
- No additional personnel or resources will be needed by the Alcoholic Beverage Commission (ABC).
- There will be an initial license application fee of \$300 and a \$2,000 annual renewal fee to the State ABC Fund.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- The local privilege tax in Houston County is \$2,000.
- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director

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/agl